

KEYSPAN ENERGY DELIVERY NEW ENGLAND
D.T.E. 05-68

FIRST SET OF INFORMATION REQUESTS OF THE
ATTORNEY GENERAL TO
KEYSPAN ENERGY DELIVERY NEW ENGLAND

AG 1-13

Date: March 9, 2006

Respondent: Elizabeth D. Arangio

- Q. Please state the status of the Company's negotiations with Algonquin regarding additional capacity to serve its Cape Cod customers. Identify the amount of available additional capacity.
- A. KeySpan is in the final stages of negotiation for the procurement of up to 38,000 MMBtus/day of incremental interstate pipeline capacity on the Algonquin G-lateral to serve the Company's Cape Cod system. The terms of the arrangement are not yet finalized. However, the Company is aware that Algonquin is able to make capacity available on this relatively constrained portion of its pipeline system as a result of (1) the turnback of capacity from existing Algonquin customers; and (2) new construction and upgrades installed by Algonquin to its existing infrastructure. The Company expects to enter into a Precedent Agreement once the arrangement is finalized that will be subject to FERC approval for the needed construction activities. In addition, KeySpan will need to obtain the Department's approval of the capacity addition to its resource portfolio. Service is expected to commence on or about November 1, 2007.